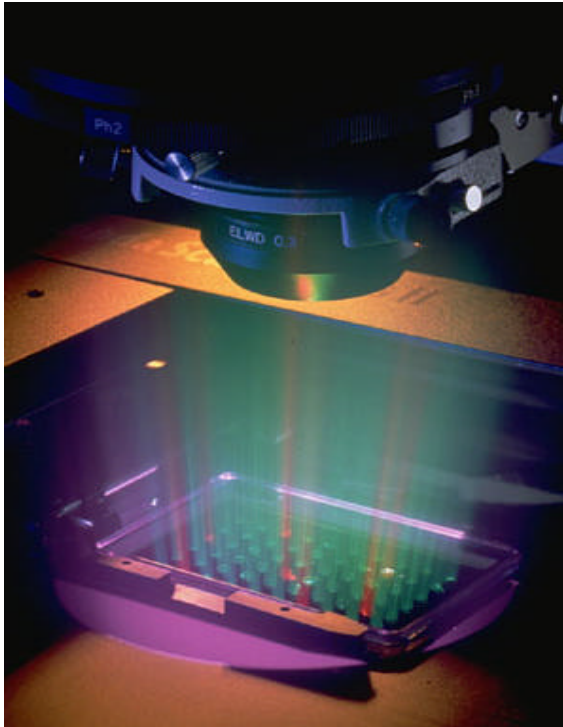


# Economic Development





## Economic Development

<b>Original Appropriations</b>	<b>FY 1999</b>	<b>FY 2009</b>	<b>Annual % Chg</b>	<b>Total % Chg</b>
<b><i>By Department or Division</i></b>				
<b>Agriculture</b>	<b>\$25.0</b>	<b>\$43.8</b>	<b>5.8%</b>	<b>74.9%</b>
Agriculture Department	21.5	38.7	6.1%	80.0%
Soil Conservation Com.	3.6	5.1	3.7%	44.4%
<b>Commerce Department</b>	<b>24.1</b>	<b>35.4</b>	<b>3.9%</b>	<b>46.7%</b>
<b>Finance</b>	<b>3.0</b>	<b>5.5</b>	<b>6.3%</b>	<b>83.9%</b>
<b>Industrial Commission</b>	<b>11.4</b>	<b>16.1</b>	<b>3.5%</b>	<b>40.4%</b>
<b>Insurance, Dept.</b>	<b>5.1</b>	<b>7.7</b>	<b>4.2%</b>	<b>51.4%</b>
<b>Labor Department</b>	<b>.4</b>	<b>1.3</b>	<b>11.3%</b>	<b>192.6%</b>
<b>Public Utilities Commission</b>	<b>4.3</b>	<b>5.3</b>	<b>2.0%</b>	<b>21.7%</b>
<b>Self-Governing Agencies</b>	<b>25.6</b>	<b>73.8</b>	<b>11.2%</b>	<b>188.3%</b>
Building Safety, Division of	6.8	14.0	7.5%	105.6%
General Boards	.4	.4	(0.3%)	(3.4%)
Lottery Commission	11.4	11.2	(0.2%)	(1.8%)
Medical Boards	2.4	4.2	5.7%	74.8%
Regulatory Boards	3.8	6.3	5.2%	65.3%
State Appellate Pub. Defend.	.8	2.3	10.8%	179.2%
Veterans Services	---	35.5	---	---
<b>Transportation Department</b>	<b>328.2</b>	<b>494.0</b>	<b>4.2%</b>	<b>50.5%</b>
<b>Total</b>	<b>\$427.3</b>	<b>\$682.8</b>	<b>4.8%</b>	<b>59.8%</b>

### ***By Fund Source***

General	\$11.0	\$31.3	11.0%	184.5%
Dedicated	259.9	344.6	2.9%	32.6%
Federal	156.4	306.9	7.0%	96.3%
<b>Total</b>	<b>\$427.3</b>	<b>\$682.8</b>	<b>4.8%</b>	<b>59.8%</b>

- ◆ H607 of 2004 merged the Departments of Commerce and Labor effective July 1, 2004 (FY 2005) then H222 of 2007 separated them beginning July, 2007 (FY 2008).
- ◆ S1499 of 2006 created a Business and Jobs Development Fund. \$2,720,000 was provided over three years for costs associated with the recruitment of companies to Idaho.
- ◆ H330 of 2007 transferred \$60 million from the General Fund to the Economic Recovery Reserve Fund at the beginning of fiscal year 2008.
- ◆ The Legislature moved Veterans Services to the Department of Self-Governing Agencies from the Department of Health and Welfare in FY 2001.

<b>FY 2008 State and Local Transportation Revenues (in \$ Millions)</b>					
<b>Description</b>	<b>State<sup>a</sup></b>	<b>County<sup>b</sup></b>	<b>Hwy Dist<sup>c</sup></b>	<b>Cities</b>	<b>Total</b>
Property Tax	0.0	15.8	54.1	15.7	85.5
Other Local Sources	0.0	3.9	24.6	41.7	70.1
Hwy Dist. Acct. (67% fuel tax, 30% registrations, 3% misc.)	186.5	42.4	57.6	26.4	312.9
Other State Sources	0.0	3.3	6.1	8.0	17.3
Federal Aid	324.1	0.8	3.2	2.0	330.0
National Forest Reserve	0.0	10.4	4.1	0.0	14.5
Transfers for Projects from Locals	12.9	0.0	0.0	0.0	12.9
User funds to the State Hwy Acct	29.5	0.0	0.0	0.0	29.5
Interest from Treasurer	3.6	0.4	3.3	1.9	9.3
<b>Total Receipts</b>	<b>556.5</b>	<b>76.9</b>	<b>153.1</b>	<b>95.6</b>	<b>882.1</b>
<b>Percent of Total</b>	<b>63.1%</b>	<b>8.7%</b>	<b>17.4%</b>	<b>10.8%</b>	<b>100.0%</b>

<sup>a</sup> Amounts to the state include receipts to the State Highway Fund (0260) only.

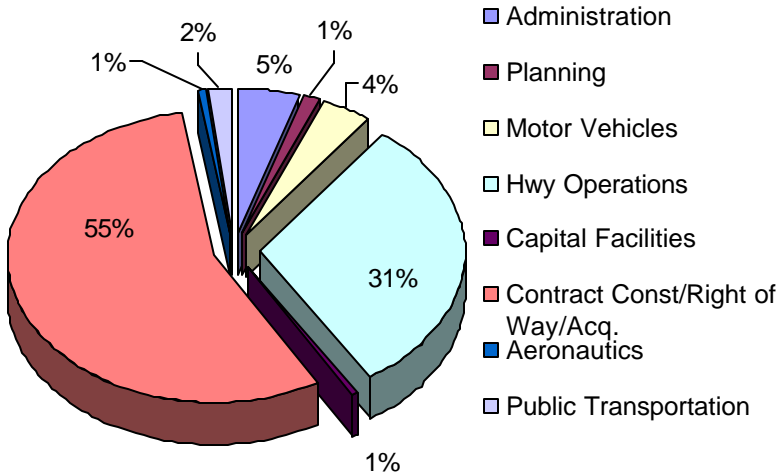
<sup>b</sup> Includes only counties that maintain roads and streets.

<sup>c</sup> Cities in Ada County are included in Ada County Highway District.

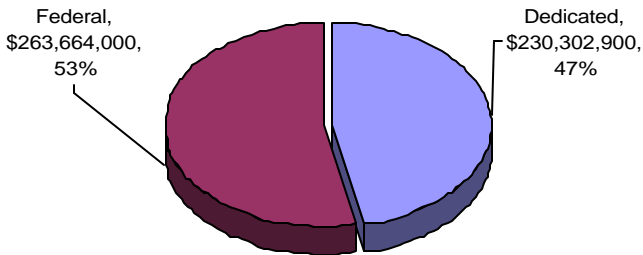
<b>Idaho Transportation Trend Indicators</b>			
<b>Trend Indicator</b>	<b>Actual Numbers During CY07</b>	<b>Percent Total Growth FY 78-07</b>	<b>Avg Annual Growth FY 78-07</b>
Annual Vehicle Miles Traveled	15,837,006,358	106.0%	3.7%
Cars Registered	1,255,127	92.2%	3.2%
Drivers Licenses in Force	1,027,502	74.9%	2.6%
Population	1,501,800	66.9%	2.3%
Gallons of Highway Fuel Consumed*	933,056,092	57.0%	2.0%
*Includes gasoline, diesel, and other highway fuels.			

## Idaho Transportation Department

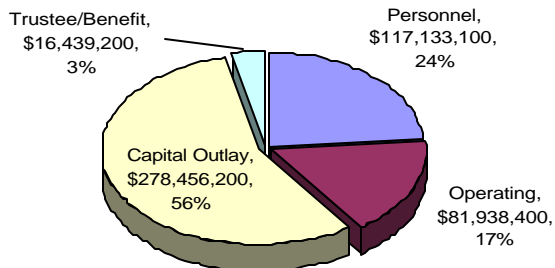
**FY2009 Original Appropriation = \$494.0 Million**



### FY2009 Original Appropriation By Fund Source



### FY2009 Original Appropriation by Expenditure Classification



## Transportation Idaho Historical Fuel Tax Rates

Years	Idaho Fuel Tax Rate per Gallon
1976-1981	9.5¢
1981-1982	11.5¢
1982-1983	12.5¢
1983-1988	14.5¢
1988-1991	18¢
1991-1995	21¢
<b>1996 to present</b>	<b>25¢</b>

Fuels taxed at 25¢ per gallon include gasoline, diesel, biodiesel, and biodiesel blends. Ethanol is not taxed and is often blended at 10% with gasoline to form gasohol. The federal fuel tax rate per gallon is 18.4¢ and it was last increased in 1993. During FY 2009, the Idaho Transportation Department estimates Idaho fuel taxes will generate approximately \$238 million for various uses and federal transportation funding will yield approximately \$305 million.

Examples of non-taxable uses of fuels include stationary engines, vehicles and off-road equipment not required to be registered, furnaces, space heaters, and commercial motor boats. Any person or business purchasing 50 gallons or more of taxable fuel for a non-tax purpose can claim a refund from the Idaho Tax Commission.

From FY 1998 to FY 2007, Idaho sales tax revenue grew 117%, general fund revenue grew 90%, the Washington State Department of Transportation Construction Cost Index increased by 98%, and state dedicated funds for ITD grew 21%.

### FY2007 Regional Comparisons: State Fuel Tax Per Gallon

State	Fuel Tax Rate
<b>Washington</b>	36.00¢
<b>Nevada*</b>	33.81¢
<b>Montana</b>	27.75¢
<b>Oregon*</b>	27.00¢
→ <b>Idaho</b>	<b>25.00¢</b>
<b>Utah</b>	24.50¢
<b>Wyoming</b>	14.00¢

\*Includes local option fuel taxes for counties and cities. Nevada's tax for diesel fuel ranges up to 36.81¢ per gallon.

Sources: Federation of Tax Administrators, January 1, 2008.  
Nevada Department of Motor Vehicles

## Idaho Vehicle Registration Fees

Fuel taxes are only one variable associated with the cost of vehicle ownership/travel. Other fees vary from state to state including vehicle registration, operator licenses, and other miscellaneous fees. For instance, Idaho's registration fees for passenger vehicles range from \$24 to \$48 depending on the age of the vehicle. Vehicles registered in Ada County require an additional fee ranging from \$10.83 to \$21.67. Therefore, total vehicle registration fees can range upward from \$24 to over \$70. The motorcycle registration fee is \$9.00. During FY2009, Idaho car, truck, and vehicle registrations are expected to yield approximately \$103 million for various uses and \$7.3 million from operator licenses, fines, and other fees.

Age of Vehicle	Statewide Fee	Ada County Fee	Emergency Medical Service Fee
1-2 Years	\$48.00	\$21.67	\$1.25
3-4 Years	\$36.00	\$19.50	\$1.25
5-6 Years	\$36.00	\$17.33	\$1.25
7-8 Years	\$24.00	\$14.08	\$1.25
9+ Years	\$24.00	\$10.83	\$1.25

Additional fees may include county administrative charges, special plate fees, new plate fees, and fees for Project Choice earmarked for the Idaho State Police.

Source: ITD, Division of Motor Vehicles

## Petroleum Clean Water Trust Fund (PCWTF) Reinstatement of 1¢ per Gallon Transfer Fee

During the 2007 session, H99a passed which increased the ceiling on the existing Petroleum Clean Water Trust Fund (PCWTF) from \$25 million to \$35 million. This action temporarily reinstates the 1¢ per gallon transfer fee on the delivery or storage of petroleum products to be paid by petroleum distributors. The ceiling on this fund is estimated to be reached in about four to five years with forecasted revenues to be approximately \$12 million per year. The fund provides liability insurance to pay for cleanup of accidental petroleum leakages and spills. Additionally, funds are shared among state and local entities for highway uses and public safety.

Source: Idaho Transportation Department and the Idaho Tax Commission

## Authorized Bonding for Grant Anticipation Revenue Vehicle (GARVEE) Projects

Section of Highway	Bonding Authority from 2006 Session (H854) in Millions \$	Bonding Authority from 2007 Session (H336) in Millions \$	Bonding Authority from 2008 Session (H657) in Millions \$
U.S. Highway 95, Worley to Setters	\$45.6	\$11.2 to \$12.0	—
Interstate Highway 84, Caldwell to Meridian	\$70.0	\$58.1 to \$126.0	\$61.0
U.S. Highway 30, McCammon to Soda Springs	\$30.5	\$38.4 to \$40.0	\$26.0
Interstate Highway 84, to South Emmett	\$5.0	\$4.3 to \$17.0	—
U.S. Highway 95, Garwood to Sagle	\$35.0	\$23.0 to \$77.1	—
Interstate Highway 84, Orchard to Isaacs Canyon	\$13.9	\$28.0 to \$30.0	\$47.0
<b>Total Not to Exceed</b>	<b>\$200.0</b>	<b>\$250.0</b>	<b>\$134.0</b>

Note: H657 from the 2008 session directs the \$134 million to be used for any of the 13 projects listed in section 2 of the bill. As a result, the Idaho Transportation Board proposes to use the bond revenue for the projects listed above.

## Projected GARVEE Debt Service During the Next 5 Years, Based on a Full Program of \$998 Million of Bond Revenue

<i>Fiscal Year</i>	FY2009	FY2010	FY2011	FY2012	FY2013
<b>Debt Service in Millions</b>	\$42.3	\$28.7	\$50.5	\$68.9	\$76.4

Debt service is comprised of approximately 90% federal funds and 10% state funds.

Based on \$998 million of bond revenue, debt service will continue until FY 2029 at approximately \$77 million per year.